

FISCAL NOTE
HB 2127 - SB 2059

March 23, 2007

SUMMARY OF BILL: Establishes provisions for the certification and education of municipal finance officers.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$600,000
Increase State Revenues - \$150,000 One-Time
\$45,000 Recurring

Increase Local Govt. Expenditures* - \$150,000 One-Time
\$45,000 Recurring

Assumptions:

- The Municipal Finance Officer Certification and Education program would be developed and operated by the Municipal Technical Advisory Service (MTAS) with assistance from the Comptroller of the Treasury.
- MTAS will require \$550,000 per year for staff and related expenses for operation of the program.
- Comptroller of the Treasury will require approximately \$50,000 per year for staff and related expenses to carry out their role in the program.
- A one-time increase in local government expenditures of \$150,000 to comply with the initial certification requirements of the bill. It is estimated that the cost of training will be \$500 per municipality and that approximately 300 will participate.
- A recurring increase in local government expenditures of \$45,000 to comply with the continuing education requirements of the bill. It is estimated that the cost of the continuing education will be \$150 per municipality and that approximately 300 will participate.

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director